STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

January 11, 1994

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Marks & Garner P.O. Box 70 Lovington, NM 88260

Attention: Link Marks

Administrative Order NSP-1681

Dear Mr. Marks:

Reference is made to your application dated October 15, 1993 for a 40-acre non-standard gas spacing and proration unit consisting of the following acreage in the North San Simon-Yates Associated Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM

Section 19: SE/4 NE/4

It is my understanding that this unit is to be dedicated to your Coquina State Well No. 1 located at a standard gas well location 1980 feet from the North line and 660 feet from the Est line (Unit H) of said Section 19.

By authority granted me under the provisions of Rule 4 of the General Rules and Regulations for the Associated Oil and Gas Pools of Northwest and Southeast New Mexico and the Special Rules and Regulations for the North San Simon-Yates Associated Pool, as promulgated by Division Order No. R-5353, as amended, and R-7385, as amended, the above non-standard gas spacing and proration unit is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs

NM State Land Office - Santa Fe

R.M. Williams - Hobbs